

FEDERAL BUREAU OF INVESTIGATION
COMMUNICATIONS SECTION

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~~TO DIRECTOR (166-NEW) (92-13799)~~

BALTIMORE
FROM CHICAGO (166-2391) (92-3665)

FRANK SCHNEIDER - AKA. ITAR - EXTORTION: HOBBS ACT - EXTORTION

00: CHICAGO.

FRANK SCHWEIHS, AKA, AR. 00: CHICAGO.

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AS BUREAU AWARE, SCHWEIHS IS WELL-KNOWN CHICAGO HOODLUM AND MAJOR THIEF CONNECTED WITH LATE FELIX ALDERISIO HOODLUM GROUP. SCHWEIHS IS CLOSE ASSOCIATE OF LCN MEMBER ANTHONY SPILOTRO, AND BOTH REPORTED TO BE ACTIVE GANGLAND ASSASSINS. SPILOTRO PRESENTLY ON TRIAL USDC, CHICAGO, FOR MISUSE OF FUNDS FROM CENTRAL STATES TEAMSTERS UNION FUND AND A GOVERNMENT WITNESS IN PROTECTIVE CUSTODY.

TESTIFYING.

SCHWEIHS

FOR HOODLUM INTERESTS.

IEC-28

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PAGE TWO

WITH REGARD TO SCHWEIHS, [REDACTED]
SUBJECT EXTORTED \$5,150.00 CASH AND TWO (2) VULCAN-HART
RESTAURANT OVENS FROM GAYLUR WAREHOUSE UNDER THREAT OF
PHYSICAL HARM. SCHWEIHS USED OVENS FOR HIS OWN RESTAURANT
AND SUBSEQUENTLY SOLD TO CHICAGO RESTAURATEUR.

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IN LATTER PART OF 1972, VULCAN-HART CORPORATION, 3600
NORTH POINT BOULEVARD, BALTIMORE, MARYLAND, 21222, DONATED
33 OVENS TO AMERICAN INDIAN CENTER, CHICAGO, AND ARRANGEMENTS
FOR STORAGE OF SAME AT GAYLUR WAREHOUSE MADE BY [REDACTED]
[REDACTED] CHICAGO PUBLIC RELATIONS MAN. [REDACTED] HAS SINCE APPEARED
BEFORE FGJ, CHICAGO. INVESTIGATION DISCLOSED [REDACTED] WHO
[REDACTED]

TRANSACTION FOR COMPANY.

ON FEBRUARY 24, 1975, STRIKE FORCE ATTORNEY JAMES
HENDERSON, CHICAGO, ADVISED HE DESIRES [REDACTED] TO
APPEAR BEFORE FGJ, CHICAGO, 10:00 AM MARCH 4, 1975, AS
GOVERNMENT WITNESS WITH ALL ORIGINAL DOCUMENTS AND
BILLS OF LADING RELATING TO ABOVE DONATION. IN

PAGE THREE

ADDITION, HENDERSON SAID HE WILL QUESTION [REDACTED] WITH RESPECT
TO [REDACTED] HENDERSON HAS
FORWARDED SUBPOENA CALLING FOR [REDACTED] APPEARANCE TO USM'S
OFFICE, BALTIMORE, MARYLAND, TO SERVE SAME.

BALTIMORE REQUESTED TO OBTAIN SUBPOENA FROM USM,
BALTIMORE AND SERVE [REDACTED]
BUREAU WILL BE ADVISED OF DEVELOPMENT.

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HOLD

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CC: GENERAL INV. DIV.

SAC, Chicago (166-2391)

March 17, 1975

Director, FBI

①
FRANK SCHWEIHS
ITAR-EXTORTION

Reurtel 2/25/75.

Captioned individual has for many years been known as a notorious hoodlum in the Chicago, Illinois, area. Information has been received during the past several years that Schweihs has been utilized as a "hit" man by members of the organized criminal element on several occasions. Captioned case appears to have merit and has an excellent opportunity to press a substantive investigation against Schweihs.

Chicago should immediately afford this matter continuous, aggressive investigation in order to quickly collect all pertinent evidence which might lead to an eventual conviction.

Keep the Bureau fully apprised of all pertinent developments in this investigation.

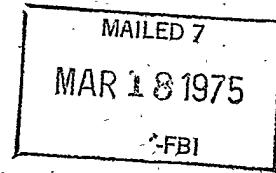
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EX-101



3403 WLP
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FEDERAL BUREAU OF INVESTIGATION

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REPORTING OFFICE CHICAGO	OFFICE OF ORIGIN CHICAGO	DATE APR 17 1975	INVESTIGATIVE PERIOD 1/7/75 - 4/15/75
TITLE OF CASE FRANK SCHWEIHS		REPORT MADE BY SA [redacted]	TYPED BY man
		CHARACTER OF CASE ITAR - EXTORTION; AR - HOBBS ACT	

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REFERENCES: Chicago teletype to Director and Baltimore dated 2/24/75; Baltimore teletype to Chicago dated 2/25/75; Chicago teletype to Baltimore dated 2/25/75; Bureau letter to Chicago dated 3/17/75.

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LEADS

CHICAGO

AT CHICAGO, ILLINOIS. 1) Will maintain contact with Strike Force Attorney JAMES D. HENDERSON, USA's Office, Chicago Strike Force, concerning prosecutive action in this case.

ACCOMPLISHMENTS CLAIMED					<input checked="" type="checkbox"/> NONE	ACQUIT-TALS	CASE HAS BEEN:
CONVIC.	FUG.	FINES	SAVINGS	RECOVERIES			PENDING OVER ONE YEAR <input type="checkbox"/> YES <input checked="" type="checkbox"/> NO
							PENDING PROSECUTION OVER SIX MONTHS <input type="checkbox"/> YES <input checked="" type="checkbox"/> NO

APPROVED KVL	SPECIAL AGENT IN CHARGE	DO NOT WRITE IN SPACES BELOW	
COPIES MADE: 3 - Bureau 1 - USA, Chicago 1 - AIC, Chicago Field Office (ATTN: [redacted]) 2 - Chicago (166-2391)		166-6692-3	REC-11
		APR 21 1975	IST-111
		NPA DATA PROC	

Dissemination Record of Attached Report					Notations
Agency					
Request Recd.	CO. AAG, Criminal Division				
Date Fwd.	Organized Crime and Racketeering				
How Fwd.	2744, C 10				
By	Section, Room	70	APR 29 1975	F108	

CG 166-2391

2) Will, through the USA's Office, arrange for a suitable interview of [redacted] a government witness under protective custody, concerning threats made by FRANK SCHWEIHS.

3) Will interview the undercover [redacted] reportedly can corroborate [redacted] testimony.

ADMINISTRATIVE

As the Bureau is aware, FRANK SCHWEIHS is the subject of a substantive Anti-Racketeering investigation captioned FRANK SCHWEIHS, aka; AR, OO: CHICAGO, Bufile 92-13799. SCHWEIHS is a well known Chicago hoodlum and major thief connected with the late FELIX ALDERISIO hoodlum group. SCHWEIHS is a close associate of LCN member ANTHONY SPILOTRO and both SCHWEIHS and SPILOTRO are reported to be active gangland assassins. SPILOTRO was recently on trial in the USDC in Chicago for the misuse of funds from the Central States Teamsters Pension Fund and a government witness under protective custody [redacted] testified.

[redacted] and associate of SCHWEIHS and in addition, [redacted]

[redacted] hoodlum interests.

With regard to SCHWEIHS,

[redacted] during 1972 and 1973 SCHWEIHS extorted \$5,150.00 in cash and two Vulcan-Hart restaurant ovens from the Gaylur Warehouse under threat of physical harm. SCHWEIHS used the ovens for his own restaurant, the Meat Block Steak House, and subsequently sold the ovens to a Chicago restauranteur. In the latter part of 1973, the Vulcan-Hart Corporation of Baltimore, Maryland, donated 33 ovens to the American Indian Center in Chicago and arrangements for the storage of same at the Gaylur Warehouse were made by [redacted] a Chicago public relations man.

It is noted the investigative period has been extended but this case has been maintained in a current status through active investigation in the Chicago Division including interoffice communications.

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On 1/7/75, Attorney-in-Charge [redacted]
Chicago Strike Force, Chicago, Illinois, and Strike Force
Attorney JAMES D. HENDERSON advised SAs [redacted] and
[redacted] they would arrange for "complete
disclosure" [redacted] all documents and records,
including any affidavits made by [redacted] con-
cerning FRANK SCHWEIHS. [redacted]
[redacted]
[redacted]

On 1/14/75 and 1/27/75, [redacted]
[redacted] the Chicago
Strike Force to SAs [redacted]
and have been enclosed in the file.

-C*-
COVER PAGE

UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATIONb6
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Copy to: 1 - USA, Chicago
 1 - AIC, Chicago Field Office
 (ATTN: [redacted])

Report of: SA [redacted] Office: Chicago
 Date: APR 17 1975

Field Office File #: 166-2391 Bureau File #:

Title: FRANK SCHWEIHS

Character: INTERSTATE TRANSPORTATION IN AID OF RACKETEERING - EXTORTION;
 ANTI-RACKETEERING - HOBBS ACT

Synopsis: Investigation of FRANK SCHWEIHS predicated upon receipt of information from USA's Office, Chicago, to effect SCHWEIHS extorted money and Vulcan-Hart restaurant ovens from [redacted]
 [redacted] SCHWEIHS subsequently sold ovens to Chicago restauranteur. [redacted] Diana Grocery and Restaurant, Chicago, interviewed and admitted purchasing ovens from subject. Examination of ovens at restaurant set forth. [redacted] interviewed and corroborate testimony of [redacted] Pursuant to FGJ subpoenas, records of Gray and Associates, Chicago, Illinois, and Vulcan-Hart Corporation, Baltimore, Maryland, obtained re interstate shipment and donation of ovens. On 3/6/75, [redacted] a [redacted] interviewed and advised he discussed Vulcan-Hart ovens with SCHWEIHS and later observed ovens at subject's restaurant. Opinion of Strike Force Attorney JAMES D. HENDERSON, USA's Office, Chicago, set forth.

EXTREME CAUTION SHOULD BE EXERCISED
IN ANY CONTACT WITH FRANK SCHWEIHS
IN VIEW OF HIS PROPENSITY FOR VIOLENCE.
CAUTION SHOULD BE EXERCISED IN THE USE OF
ANY INFORMATION CONCERNING THIS CASE
SINCE [redacted]

-P-

CG 166-2391

DETAILS:

This investigation is predicated upon receipt of information from Assistant United States Attorney (AUSA) MATT LYDON, United States Attorney's Office, Chicago, Illinois, to the effect that FRANK SCHWEIHS extorted approximately \$5,150.00 in cash and two Vulcan-Hart restaurant ovens [redacted] under threat of physical harm. LYDON advised this information has come to his attention as a result of the fact he is prosecuting a case involving the misuse of funds from the [redacted]

[redacted] under protective custody. LYDON advised [redacted] as a "front" for hoodlum interests and it was at this location that SCHWEIHS extorted the money [redacted] In this regard LYDON advised that there was [redacted] Warehouse who could corroborate the testimony of [redacted] LYDON said SCHWEIHS subsequently used the ovens in his own restaurant, the Meat Block Steak House, and then sold them to the owners of Diana Grocery and Restaurant in Chicago.

LYDON advised there appears to be a violation of the Interstate Transportation in Aid of Racketeering (ITAR) - Extortion and/or Hobbs Act statutes and recommended an investigation be instituted since [redacted]

[redacted] LYDON further advised since he is presently involved in a number of trials, any prosecutive action would be handled through the Chicago Strike Force.

FEDERAL BUREAU OF INVESTIGATION

1/30/75
Date of transcriptionb6
b7C[redacted]
Illinois, telephone [redacted] was located at his place [redacted]

[redacted] Chicago, Illinois, telephone [redacted] and [redacted] interviewed in the presence of Attorney-in-Charge [redacted] and Strike Force Attorney, JAMES D. HENDERSON, United States Attorney's Office, Strike Force, Chicago, Illinois. [redacted] furnished the following information:

[redacted] stated he is currently [redacted]

[redacted] Chicago, Illinois, and has been in business for approximately [redacted] He said the building which houses his business was formerly a bowling alley.

[redacted] two Vulcan ovens [redacted] from an individual he knew only as FRANK. He said he never met FRANK before but recalled that he, FRANK, had a bad leg and walked with a limp. [redacted] FRANK \$1,000.00

[redacted] advised he first learned the Vulcan ovens were for sale [redacted] who [redacted] He said prior to working at his restaurant [redacted] worked as [redacted] at the Meat Block Restaurant located in the Old Town section of Chicago. [redacted] said he was told by [redacted] that the Meat Block Restaurant had to close because it was unable to get a liquor license and therefore the ovens were for sale.

[redacted] advised he and [redacted] went to the Meat Block Restaurant on Wells Street in Chicago to look at the ovens. He stated [redacted] introduced him to FRANK and FRANK told him the ovens were for sale and would cost \$2,000.00. He said he looked at the ovens and they appeared to be in good condition, [redacted] FRANK \$2000.00. He indicated the only individual he talked

CG 92-3665

File # CG 166-2391

Interviewed on 1/20/75

Chicago, Illinois

by SA [redacted] /ech Date dictated 1/27/75

This document contains neither recommendations nor conclusions of the FBI. It is the property of the FBI and is loaned to your agency; it and its contents are not to be distributed outside your agency.

[redacted] the two ovens was FRANK.

[redacted] advised he had the ovens removed from the Meat Block Restaurant in a pickup truck and a few days after his meeting with FRANK. he, FRANK, came [redacted]

[redacted] FRANK \$2,000.00 [redacted] recalled at the time FRANK told him that a receipt would not be necessary. noted, however, to the best of his knowledge,

he told [redacted]

[redacted] Illinois, telephone [redacted] about the cash payment and there may be a record of the payment in the books [redacted]

Finally [redacted] stated he did not know how FRANK came into possession of the Vulcan ovens. He said he would be able to identify FRANK if he saw him again.

FEDERAL BUREAU OF INVESTIGATION

Date of transcription 1/30/75b6
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An examination of the kitchen area [redacted]

[redacted] Chicago,
Illinois, by Special Agent [redacted] in the presence
of Strike Force Attorney, JAMES D. HENDERSON, [redacted]
[redacted] disclosed the following:One(1) two drawer Vulcan-Hart oven, model number
7802A, Style number 771, Gas BTU, bearing number on side
of oven 105880.One(1) two drawer Vulcan-Hart Sunglow oven, number
IR72, Style 969, and gas operated.[redacted] identified the aforementioned
Vulcan ovens as those which [redacted] FRANK for
[redacted]Three (3) color photographs of the Vulcan-Hart
oven and four (4) color photographs of the Vulcan-Hart
Sunglow oven were taken by SA [redacted]

Interviewed on 1/20/75 at Chicago, Illinois File # CG 166-2391
CG 92-3665
 by SA [redacted] /mch Date dictated 1/26/75

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FEDERAL BUREAU OF INVESTIGATION

1Date of transcription 1/30/75

Illinois, telephone [redacted] was located and interviewed at his place of employment, [redacted] Chicago, Illinois, telephone [redacted] [redacted] furnished the following information:

[redacted] stated he is currently employed Diana Grocery and Restaurant. He said in 1972 and 1973, prior to his present employment, he worked as [redacted] at the Meat Block Restaurant, 1321 North Wells, Chicago, Illinois. While employed at the Meat Block, [redacted] stated the owner of the restaurant attempted to expand the business by opening a new restaurant at 1311 North Wells, but was unable to do so because a liquor license could not be obtained.

[redacted] advised in May of 1974, he learned from his boss, [redacted] that the business was in fact unable to secure the liquor license and therefore, the kitchen equipment including the ovens were for sale. [redacted] said he told [redacted] about the ovens in June of 1974, and subsequently he and [redacted] the Meat Block Restaurant to inspect the ovens. [redacted] said he introduced [redacted] to FRANK SCHWEIHS. [redacted] advised FRANK SCHWEIHS showed [redacted] the ovens and informed him they were for sale. [redacted] said [redacted] agreed to buy the ovens and a few days later, he, [redacted] when the ovens were removed from the Meat Block and brought to Diana Grocery and Restaurant, 130 South Halsted, Chicago. He said he was not present [redacted] FRANK SCHWEIHS for the ovens.

Interviewed on

1/21/75

Chicago, Illinois

CG 166-2391

File #CG 92-3665

by

SA [redacted]
SA [redacted]

lap

Date dictated

1/27/75

FEDERAL BUREAU OF INVESTIGATION

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b7CDate of transcription 1/30/75

[redacted]
Chicago, Illinois, telephone [redacted] was contacted at his place of business and furnished the following information:

He is currently the [redacted] [redacted] Chicago, Illinois, and has done [redacted] family for approximately ten years.

[redacted] stated records of [redacted] Chicago, reflected a \$2,000.00 cash payment for equipment in June, of 1974.

[redacted] said he would make available the records upon receipt of a Subpoena Duces Tecum.

Interviewed on 1/21/75 at Chicago, Illinois File # CG 166-2391
by SA [redacted] 'mch Date dictated 1/27/75
SA [redacted]

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FEDERAL BUREAU OF INVESTIGATION

2/3/75

Date of transcription _____

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Pursuant to a Subpoena Duces Tecum[redacted]
Illinois,made available through his attorney [redacted]
[redacted]Copies of the aforementioned documents have been
retained.

CG 166-2391 ✓

CG 92-3665

1/31/75

Chicago, Illinois

Interviewed on _____ at _____ File # _____

SAs

[redacted]
and
man

2/3/75

by _____ Date dictated _____

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FEDERAL BUREAU OF INVESTIGATION

1Date of transcription 3/13/75

Pursuant to a subpoena duces tecum.

Interviewed on 3/4/75 at Chicago, Illinois File # CG 166-2391
by SA [redacted] man Date dictated 3/7/75

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FEDERAL BUREAU OF INVESTIGATION

3/11/75

Date of transcription _____

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[redacted] Elliott's Charles Bender Company, 608-616 North Wells Street, Chicago, Illinois, was contacted and interviewed concerning his business dealings with FRANK SCHWEIHS. [redacted] furnished the following information:

[redacted] stated he is currently engaged in the business of buying and selling restaurant equipment and has been since 1958.

[redacted] advised according to the records of his business on January 10, 1973, FRANK SCHWEIHS purchased restaurant equipment for the Meat Block Restaurant, 1311 North Wells Street, Chicago, Illinois. He said he was acquainted with FRANK SCHWEIHS since he had previously sold some equipment to him. He advised on January 10, 1973 SCHWEIHS purchased a walk-in refrigerator, restaurant shelving, a range with a stand and stainless steel shelf, and five table tops for a total of \$3,090.00.

[redacted] stated at the time of the sale FRANK SCHWEIHS asked about Vulcan radiant broilers. He said SCHWEIHS specifically wanted to know how good the ovens were and about how much they were worth. [redacted] said he told SCHWEIHS in his opinion Vulcan broilers were the best you could buy and that they were worth approximately \$3,500.00 each. [redacted] said at the time of this conversation, FRANK SCHWEIHS told him that he, SCHWEIHS, knew a guy who had a salvage business and that he, SCHWEIHS, could get the Vulcan broilers from him.

[redacted] advised on February 15, 1973 SCHWEIHS again came to his business and purchased a Vulcan dishwasher, a set of stainless steel dish tables and a booster for a dishwasher for a total of \$3,199.50. With regard to the aforementioned sales contracts, [redacted] said SCHWEIHS paid a total of \$4,289.50 in cash and to date he, [redacted] has been unable

Interviewed on 3/6/75 at Chicago, Illinois File # CG 166-2391✓
 by SAs [redacted] man Date dictated CG 92-3665
3/10/75

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CG 166-2391
CG 92-3665

to collect from SCHWEIHS the \$2,000.00 balance. [redacted] recalled in the Spring of 1973, possibly around May or June, he received a phone call from [redacted] who was connected with the Meat Block Restaurant. [redacted] told him the dishwasher panel needed a bolt replaced. [redacted] said when he arrived in the kitchen area of the Meat Block Restaurant, 1311 North Wells, Chicago, Illinois, he observed two Vulcan radiant broilers and a Vulcan oven. [redacted] noted the Vulcan broilers were the double-decker type. [redacted] said he noticed the Vulcan broilers and ovens since they were additions to the equipment he sold FRANK SCHWEIHS.

On April 15, 1975, the facts of this case relating to the activities of FRANK SCHWEIHS in extorting money [redacted] were discussed with Strike Force Attorney JAMES D. HENDERSON, United States Attorney's Office, Chicago, Illinois. HENDERSON advised it will be absolutely imperative for [redacted] to testify as government witnesses in this case. HENDERSON said he did not feel, based on the facts, that a conviction of SCHWEIHS could be obtained without direct testimony of [redacted].

In regard to [redacted] the Chicago public relations man, who arranged for the storage of the ovens at the Gaylur Mercantile Warehouse, HENDERSON advised he did not feel an interview with [redacted] would be necessary by FBI Agents in view of the fact [redacted] has testified before a Federal Grand Jury (FGJ) on November 2, 1974, and furnished sufficient information.

HENDERSON advised he is considering a grant of immunity for [redacted] FRANK SCHWEIHS, in the Meat Block Restaurant. HENDERSON said it is anticipated that [redacted] may be used as a defense witness and he, HENDERSON, intends to neutralize [redacted] testimony through a grant of immunity. In addition, HENDERSON said it was his opinion that [redacted] could furnish very incriminating information against SCHWEIHS particularly with regard to the subject's acquisition of the Vulcan-Hart ovens.

HENDERSON advised he would not consider further prosecution under the ITAR - Extortion statute and/or Hobbs Act statute until such time as suitable arrangements could be made by Federal Bureau of Investigation (FBI) Agents for interviews of [redacted] who allegedly can corroborate [redacted] testimony. HENDERSON said he did not anticipate any further prosecutive action in this case until the latter part of May, 1975, since he is presently involved in prosecuting a number of cases in federal court.

FRANK SCHWEIHS HAS BEEN CHARACTERIZED
BY LOCAL LAW ENFORCEMENT AUTHORITIES
AND RELIABLE SOURCES AS AN EXTREMELY
RUTHLESS, COLD-BLOODED AND MALICIOUS
INDIVIDUAL WITH A VIOLENT TEMPER. IT
IS FELT THAT EXTREME CAUTION SHOULD
BE EXERCISED IN ANY CONTACT WITH FRANK
SCHWEIHS IN VIEW OF HIS PROPENSITY FOR
VIOLENCE.

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4/25/75

To: SAC, Chicago (166-2391)
From: Director, FBI (166-6692)

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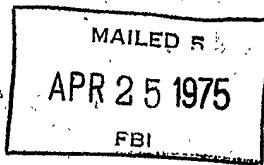
FRANK SCHWEIHS
ITAR-EXTORTION;
AR - HOBBS ACT

Reprt of SA [redacted] dated 4/17/75, at Chicago.

Vigorous attention should be afforded all leads set forth in this case. Captioned investigation appears to have excellent prosecutive merit ad should be afforded aggressive attention.

Insure that the Bureau is kept advised of all pertinent developments.

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EX-104

REC-10

166-6692-4

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MAIL ROOM TELETYPE UNIT

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SPECIAL INVESTIGATIVE DIVISION

June 25, 1975

[redacted] of the Chicago Division who recently testified for the Government against several major Chicago hoodlums, met with Bureau Agents recently and furnished information concerning extortionate activities on the part of Frank Schweihs, a notorious Chicago hoodlum. Schweihs has been reputed to be one of the top "hit men" in Chicago for the past ten years. [redacted] furnished information indicating that following the death of Felix "Milwaukee Phil" Alderisio, Schweihs took over Alderisio's interests in [redacted]

advised that he met Schweih's demands out of fear of his life. Interview of [redacted] arranged by Justice Department who is responsible for protective custody of [redacted] and it is anticipated additional interviews to take place if [redacted] fully cooperative with Bureau Agents.

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746PM NITEL 6-24-75 RAG

TO DIRECTOR (166-6692)

FROM CHICAGO (166-2391) (P)

FRANK SCHWEIHS, AKA; ITAR - EXTORTION; AR - HOBBS ACT.

OO: CHICAGO.

FEDERAL BUREAU OF INVESTIGATION
COMMUNICATIONS SECTION

JUL 24 1975

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AS BUREAU AWARE, [REDACTED] FORMER CHICAGO CTE WHO IN
PAST [REDACTED] A CHICAGO WAREHOUSE, AS

[REDACTED] HOODLUM INTERESTS OF LATE CHICAGO HOODLUM LEADER
FELIX "MILWAUKEE PHIL" ALDERISIO. THROUGH ALDERISIO, [REDACTED]
SUBSEQUENTLY "INHERITED" ANTHONY SPILOTRO, FRANK SCHWEIHS (AND
OTHER HOODLUMS AS BUSINESS PARTNERS IN THE WAREHOUSE, AND

[REDACTED] THESE INDIVIDUALS SYSTEMATICALLY DRAINED THE
ASSETS OF GAYLUR MERCANTILE OF ALMOST A MILLION DOLLARS OVER THE
YEARS. BOTH SPILOTRO AND SCHWEIHS ARE REPORTED TO BE ACTIVE
GANGLAND ASSASSINS FOR CHICAGO LCN FAMILY [REDACTED]

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[REDACTED] FOLLOWING TRIAL, [REDACTED] PLACED UNDER

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51 JUL 21 1975

P. J. W.

PAGE TWO

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STRICT PROTECTIVE CUSTODY IN VIEW OF STANDING LCN CONTRACT TO KILL
HIM.

ARRANGEMENTS WERE MADE THROUGH PROTECTIVE CUSTODY UNIT OF
JUSTICE DEPARTMENT FOR A SUITABLE INTERVIEW OF [REDACTED] BY BUAGENTS
IN THE CHICAGO AREA.

ON JUNE 19, 1975 [REDACTED] ADVISED FOLLOWING DEATH OF ALDERISIO
HE WAS INFORMED BY SCHWEIHS IN A MEETING WITH HOODLUMS [REDACTED]
[REDACTED] AND OTHERS THAT HE, SCHWEIHS, WAS TAKING OVER
ALDERISIO'S INTERESTS AND THEREFORE [REDACTED] WOULD BE ANSWERABLE TO
HIM. [REDACTED]

[REDACTED]
[REDACTED] STATED HE COMPLIED
WITH SCHWEIHS' DEMANDS OUT OF FEAR FOR HIS LIFE. IN EXPLAINING
HIS FEARS, [REDACTED]

CG 166-2391

PAGE THREE

DURING THE COURSE OF ABOVE INTERVIEW, RAPPORT WAS RE-ESTABLISHED WITH [REDACTED] AND HE EXPRESSED HIS DESIRE TO COOPERATE COMPLETELY. [REDACTED] INDICATED HE WANTED TO MEET WITH THE INTERVIEWING AGENTS AGAIN AND GO INTO FURTHER DETAIL. THIS MATTER BEING VIGOROUSLY PURSUED AND BUREAU WILL BE ADVISED OF FURTHER DEVELOPMENTS.

END

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cc-6

HOLD

CODE

TELETYPE

NITEL

8/15/75

TO SAC CHICAGO (166-22391)

1 - Movement

REC 27
ST-110 FROM DIRECTOR FBI (166-6692) *16*

FRANK SCHWEIHS, ITAR-EXTORTION.

REURNITEL AUGUST 14, 1975.

BUREAU AUTHORITY GRANTED FOR SA'S

TO TRAVEL TO WASHINGTON, D. C.,

FOR THE PURPOSE OF CONDUCTING FURTHER INTERVIEWS WITH

CHICAGO ADVISE BUREAU DATE OF EXPECTED TRAVEL AND
ANTICIPATED TIME NEEDED TO CONDUCT INTERVIEW.

NOTE:

has furnished considerable information relating to organized crime matters in Chicago has testified in previous matters and has expressed a willingness to testify against Schweihs in ITAR-Extortion matter. Schweihs is well-known Chicago "hit man." presently under protective custody physician states he is unable to travel at the present time and Strike Force attorneys have requested authority for SA's to travel to Washington, D. C., for purpose of further interview of These Agents have conducted prior interviews and have developed rapport with Special Investigative Division concurs with request of SAC, Chicago.

Assoc. Dir. _____

Dep. AD Adm. _____

Dep. AD Inv. _____

Asst. Dir.: _____

Admin. _____

Comp. Syst. _____

Ext. Affairs _____

Files & Com. _____

Gen. Inv. _____

Ident. _____

Inspection _____

Intell. _____

Laboratory _____

Plan. & Eval. _____

Spec. Inv. _____

Training _____

Legal Coun. _____

Telephone Rm. _____

Director Sec'y _____

MER:jsc
(4) *jsc*

FEDERAL BUREAU OF INVESTIGATION
COMMUNICATIONS SECTION

AUG 15 1975

TELETYPE

15 SEP 6 1975

MAIL ROOM TELETYPE UNIT

GPO :1975 O - 569-920

FEDERAL BUREAU OF INVESTIGATION
COMMUNICATIONS SECTION

AUG 14 1975

R. H. Hobbs

NR006 CG CODE

TELETYPE

518PM NITEL 8/14/75 GRM
TO DIRECTOR (166-6692)
FROM CHICAGO (166-2391)(P)

Assoc. Dir.	_____
Dep.-A.D.-Adm.	_____
Dep.-A.D.-Inv.	_____
Asst. Dir.:	_____
Admin.	_____
Comp. Sys.	_____
Ext. Affairs	_____
Files & Comm.	_____
Gen. Inv.	_____
Ident.	_____
Inspection	_____
Intell.	_____
Laboratory	_____
Plan. & Eval.	_____
Spec. Inv.	_____
Tr. ining.	_____
Legal Coun.	_____
Telephone Rm.	_____
Director Sec'y	_____

FRANK SCHWEIHS, AKA. ITAR-EXTORTION; AR-HOBBS ACT. OO: CHICAGO.

REMYTEL, JUNE 24, 1975.

AS BUREAU AWARE, [REDACTED] IS [REDACTED]

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CHICAGO HOODLUMS IN CASE INVOLVING MISUSE OF FUNDS FROM CENTRAL
STATES TEAMSTERS UNION PENSION FUND.

[REDACTED] HAS AGREED TO TESTIFY AGAINST FRANK SCHWEIHS, A
REPUTED ASSASSIN FOR CHICAGO LCN FAMILY, AND DETAILS OF
PRELIMINARY INTERVIEW SET FORTH IN REFERENCED TELETYPE.

DURING THIS INTERVIEW, RAPPORT WAS RE-ESTABLISHED BY SA'S

[REDACTED] ^{REO} WITH [REDACTED] AND [REDACTED]

HE EXPRESSED DESIRE TO COOPERATE ONLY WITH THESE AGENTS FOR
SECURITY REASONS. HOWEVER, SINCE INITIAL INTERVIEW,

[REDACTED] THE JUSTICE DEPARTMENT'S
PROTECTIVE CUSTODY UNIT HAS BEEN ADVISED BY [REDACTED]

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*tel to CG
8/15/75
MER*

*6-6692-6
G. R. [Signature]*

PAGE TWO CG 166-2391

b6
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THAT HE WILL NOT BE PERMITTED TO TRAVEL ANY APPRECIABLE
DISTANCE FOR INTERVIEW RE CAPTIONED MATTER.

[REDACTED] ATTORNEY-IN-CHARGE, CHICAGO STRIKE FORCE,
ADVISED, AFTER CONFERRING WITH THE DEPARTMENT'S PROTECTIVE
CUSTODY UNIT, THAT [REDACTED] WOULD BE MADE AVAILABLE FOR INTERVIEW
IN THE WASHINGTON, D.C., AREA. [REDACTED] REQUESTED CHICAGO
DIVISION SEND SA'S [REDACTED]

FOR PURPOSE OF REINTERVIEWING [REDACTED] FOR ADDITIONAL INFORMATION
IN THIS MATTER SINCE INITIAL INTERVIEW WAS NOT COMPLETELY
RESOLVED DUE TO [REDACTED] [REDACTED] ADVISED
SUITABLE SECURITY ARRANGEMENTS FOR THE AVAILABILITY OF [REDACTED]
WOULD BE MADE FOLLOWING BUREAU APPROVAL FOR AGENTS TO TRAVEL.

BUREAU REQUESTED TO SUTEL AUTHORITY FOR SA [REDACTED]
SA [REDACTED] TO TRAVEL TO WASHINGTON, D.C., AS SET FORTH ABOVE.
END.

HOLD

CC - ConTr

FEDERAL BUREAU OF INVESTIGATION

REPORTING OFFICE CHICAGO	OFFICE OF ORIGIN CHICAGO	DATE AUG 26 1975	INVESTIGATIVE PERIOD 5/27/75 - 8/22/75
TITLE OF CASE FRANK SCHWEIHS <i>nm</i>		REPORT MADE BY SA [REDACTED]	TYPED BY jmp
		CHARACTER OF CASE ITAR - EXTORTION; AR - HOBBS ACT <i>9/4/75</i>	
REFERENCES: Chicago report of SA [REDACTED] dated 4/17/75. Bureau airtel to Chicago, dated 4/25/75. Chicago teletypes to Director, dated 6/24/75, 8/14/75, and 8/22/75. Bureau teletype to Chicago, dated 8/15/75.			

- P -

LEADSCHICAGO

AT CHICAGO, ILLINOIS. 1. Will maintain contact with Strike Force Attorney JAMES D. HENDERSON, USA's Office, Chicago Strike Force, Chicago, Illinois, concerning prosecutive action in this case.

ACCOMPLISHMENTS CLAIMED					<input checked="" type="checkbox"/> NONE	ACQUIT-TALS	CASE HAS BEEN:
CONVIC.	FUG.	FINES	SAVINGS	RECOVERIES			PENDING OVER ONE YEAR <input type="checkbox"/> YES <input checked="" type="checkbox"/> NO
							PENDING PROSECUTION OVER SIX MONTHS <input type="checkbox"/> YES <input checked="" type="checkbox"/> NO

APPROVED <i>KVM</i>	SPECIAL AGENT IN CHARGE	DO NOT WRITE IN SPACES BELOW	
COPIES MADE: <i>1000</i>		<i>166-6692-7</i>	REC. 22
③ - Bureau (166-6692) 1 - USA, Chicago 1 - AIC, Chicago Field Office (ATTN: [REDACTED]) 2 - Chicago (166-2391)		<i>17 AUG 28 1975</i>	EX 104

Dissemination Record of Attached Report					Notations
Agency	<i>1</i>				<i>166-3068</i>
Request Recd.	<i>1</i>	CC, MAG, Criminal			<i>SIX</i>
Date Fwd.	<i>1</i>	Division, Organized Crime			
How Fwd.	<i>1</i>	Racketeering Section			
By	<i>1</i>	2744	<i>10A</i>		DATA PROC

[redacted] 2. Will interview [redacted] in an attempt to corroborate [redacted] testimony.

[redacted] AT WASHINGTON, D.C. Will re-interview [redacted] on 9/4/75 and 9/5/75 in accordance with Bureau authority as set forth in referenced teletype, dated 8/15/75.

ADMINISTRATIVE

As the Bureau aware, [redacted] is a former

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[redacted] Chicago hoodlums in a case involving the misuse of funds from the Central States Teamsters Union Pension Fund. In the past [redacted] a warehouse known as Gaylur Mercantile, Inc., and acted as a "front" for the hoodlum interest of late Chicago hoodlum leader FELIX "MILWAUKEE PHIL" ALDERISIO.

[redacted] has agreed to testify against FRANK SCHWEIHS, a reputed assassin for the Chicago LCN family connected with the ALDERISIO group.

On 6/19/75, a preliminary interview was conducted with [redacted] during which time [redacted] advised SCHWEIHS extorted an excess of \$5,000 in cash and two restaurant ovens valued at approximately \$3500 from his warehouse under threat of physical harm. However, due to [redacted] condition the initial interview was not completely resolved and in subsequent months [redacted] attack. The Justice Department's Protective Custody Unit has been advised by [redacted] that he will not be permitted to travel any appreciable distance for interview in captioned matter. In light of these developments by communication dated 8/15/75, the Bureau granted authority for SAs [redacted] to travel

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CG 166-2391

to the Washington, D.C. area for the purpose of conducting further interviews with [redacted]

On 8/22/75, [redacted] Deputy USM, USM's Office, Protective Custody Unit, Chicago, Illinois, advised suitable arrangements would be made with the Protective Custody Unit in Washington, D.C. to insure maximum security and availability of [redacted] for the interviewing Agents. [redacted] advised [redacted] would be made available for interview by SAs [redacted] beginning 9/4/75 in the Washington, D.C. area.

It is noted the investigative period has been extended, however, this case has been maintained in a current status through active investigation in the Chicago Division including interoffice communications. In addition, the delay in this report was occasioned by the fact that [redacted] a key witness, [redacted] and could not be re-interviewed.

UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATIONb6
b7C
b7DCopy to: 1 - USA, Chicago
1 - AIC, Chicago Field Office

(Attention: [redacted])

Report of: SA [redacted]

Office: Chicago

Date:

AUG 26 1975

Field Office File #: 166-2391

Bureau File #: 166-6692

Title: FRANK SCHWEIHS

Character: INTERSTATE TRANSPORTATION IN AID OF RACKETEERING - EXTORTION;
ANTI-RACKETEERING - HOBBS ACT

Synopsis: Facts of case discussed with Strike Force Attorney JAMES D. HENDERSON, USA's Office, Chicago, Illinois, and results set forth. On 6/2/75, [redacted]

Agent, interviewed and corroborates fact that FRANK SCHWEIHS in possession of two Vulcan restaurant ovens extorted from

[redacted] On 7/15/75 [redacted] SA, [redacted] Chicago, made available telephone rollex index card on which [redacted] reportedly recorded extortion payments to subject. EXTREME CAUTION SHOULD BE EXERCISED IN ANY CONTACT WITH FRANK SCHWEIHS IN VIEW OF HIS PROPENSITY FOR VIOLENCE. CAUTION SHOULD BE EXERCISED IN THE USE OF ANY INFORMATION CONCERNING THIS CASE SINCE [redacted]

- P -

DETAILS:

On May 27, 1975, the facts of this case relating to the activities of FRANK SCHWEIHS in extorting money and restaurant ovens from [redacted] were discussed with Strike Force Attorney JAMES D. HENDERSON, United States Attorney's (USA's) Office, Chicago, Illinois. HENDERSON advised he has obtained authorization from the Justice Department for a grant of immunity for [redacted] a business associate of FRANK SCHWEIHS in [redacted] HENDERSON

CG 166-2391

advised it is anticipated that [redacted] may be used as a defense witness and he, HENDERSON, intends to neutralize [redacted] testimony through a grant of immunity before the Federal Grand Jury (FGJ) at Chicago, Illinois. In addition, HENDERSON said it was his opinion that [redacted] could furnish very incriminating information against SCHWEIHS particularly with regard to the subject's acquisition of the Vulcan restaurant ovens.

HENDERSON advised he would not consider further prosecution under the ITAR - Extortion Statute and/or the Hobbs Act Statute until such time as suitable arrangements could be made for interviews of [redacted]. In addition, HENDERSON requested that an interview of [redacted] an [redacted] formerly employed at [redacted] be conducted in an attempt to corroborate [redacted] testimony.

FEDERAL BUREAU OF INVESTIGATION
COMMUNICATIONS SECTION

AUG 22 1975

TELETYPE

NR 019 CG CODE

752PM NTEL 8-22-75 TG

TO DIRECTOR (166-6692)
WFO
FROM CHICAGO (166-2391) (P)

Assoc. Dir.	_____
Dep. A.D.-Adm.	_____
Dep. A.D.-Inv.	_____
Asst. Dir.:	_____
Admin.	_____
Comp. Svst.	_____
Ext. Affairs	_____
Files & Comm.	_____
Gen. Inv.	_____
Ident.	_____
Inspection	_____
Intell.	_____
Laboratory	_____
Plan. & Eval.	_____
Spec. Inv.	_____
Training	_____
Legal Coun.	_____
Telephone Rm.	_____
Director Sec'y	_____

FRANK SCHWEIHS, AKA. ITAR - EXTORTION; AR - HOBBS ACT.

OO: CHICAGO

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REURTEL AUGUST 15, 1975.

FOR INFO OF BUREAU AND WFO, ON AUGUST 22, 1975, [REDACTED]

[REDACTED] U.S. MARSHALL, U.S. MARSHALL SERVICE, PROTECTIVE
CUSTODY UNIT, CHICAGO, ILLINOIS, ADVISED [REDACTED] WILL BE

MADE AVAILABLE FOR INTERVIEW BY SA [REDACTED]

AND SA [REDACTED]

BEGINNING SEPTEMBER 4, 1975, IN THE WASHINGTON,

D.C. AREA. [REDACTED] ADVISED SUITABLE ARRANGEMENTS WILL BE MADE

WITH THE PROTECTIVE CUSTODY UNIT IN WASHINGTON, D.C. TO INSURE

MAXIMUM SECURITY FOR [REDACTED] AND UPON COMPLETION, SA [REDACTED] WILL

BE ADVISED. REC-36 166-6692-8

12 AUG 28 1975

IT IS ANTICIPATED SEPTEMBER 4, 1975, AND SEPTEMBER 5, 1975, WILL BE REQUIRED FOR TRAVEL OF SA'S AND DEBRIEFING
OF [REDACTED] PARTICULARLY IN VIEW OF [REDACTED] CONDITION
SET FORTH IN PREVIOUS TELETYPE'S.

38
58 SEP 24 1975

SA CRYPT SECT

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PAGE TWO CG 166-2391

CHICAGO WILL MAKE NECESSARY ARRANGEMENTS FOR ACCOMODATIONS
AND TRAVEL OF SA'S [] AND [] TO THE WASHINGTON, D.C.
AREA AND BUREAU WILL BE ADVISED OF DEVELOPMENTS.

END .

HOLD

cc-spn:inves.

FEDERAL BUREAU OF INVESTIGATION

REPORTING OFFICE CHICAGO	OFFICE OF ORIGIN CHICAGO	DATE NOV 20 1975	INVESTIGATIVE PERIOD 9/5 - 11/11/75
TITLE OF CASE FRANK SCHWEIHS		REPORT MADE BY SA [redacted]	TYPED BY lan
CHARACTER OF CASE ITAR - EXTORTION AR - HOBBS ACT			

REFERENCE: Chicago report of SA [redacted] dated 8/26/75.

- P -

LEAD

CHICAGO

AT CHICAGO, ILLINOIS. Will maintain contact with Strike Force Attorney JAMES D. HENDERSON, USA's Office, Strike Force, Chicago, Illinois concerning prosecutive action in this case, including a possible FGJ appearance of b3, b6, b7C, b7D an associate of the subject.

2. Will interview [redacted] in an attempt to corroborate [redacted] testimony.

ACCOMPLISHMENTS CLAIMED					<input checked="" type="checkbox"/> NONE	ACQUIT-TALS	CASE HAS BEEN:
CONVIC.	AUTO.	FUG.	FINES	SAVINGS	RECOVERIES		PENDING OVER ONE YEAR <input type="checkbox"/> YES <input checked="" type="checkbox"/> NO
							PENDING PROSECUTION OVER SIX MONTHS <input type="checkbox"/> YES <input checked="" type="checkbox"/> NO

APPROVED	SPECIAL AGENT IN CHARGE	DO NOT WRITE IN SPACES BELOW	
COPIES MADE	166-6692-9	REC-60	
3 - Bureau (166-6692) 1 - USA, Chicago 1 - Attorney In Charge, Chicago Field Office, (ATTN: [redacted]) 2 - Chicago (166-2391)	7 NOV 25 1975	EX-103	

Dissemination Record of Attached Report				
Agency				
Request Recd.	CC, AAG, Criminal			
Date Fwd.	Division, Organized Crime			
How Fwd.	& Racketeering Section			
Room	DATA PROC			

CG 166-2391

3. Will attempt to locate and interview [redacted]
former [redacted]
in an effort to corroborate [redacted] testimony.

4. Will, through the Justice Department's Protective Custody Unit, make suitable arrangements for another meeting with [redacted] for the purpose of [redacted]

ADMINISTRATIVE

The investigative period has been extended, however, this case has been maintained in a current status through active investigation by the Chicago Division.

In regard to the aforementioned lead concerning [redacted] it is noted on November 10, 1975 [redacted] telephonically contacted SA [redacted] and advised [redacted]

- B* -

COVER PAGE

UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

Copy to:

1 - USA, CHICAGO
 1 - ATTORNEY IN CHARGE, CHICAGO FIELD OFFICE
 (ATTENTION: [redacted])

Report of:

Date:

SA [redacted] Office: CHICAGO

NOV 20 1975

Field Office File #:

166-2391

Bureau File #: 166-6692

Title:

FRANK SCHWEIHS

Character:

INTERSTATE TRANSPORTATION IN AID OF RACKETEERING - EXTORTION
ANTI-RACKETEERING - HOBBS ACT

Synopsis:

On 9/5/75, [redacted] advised FRANK SCHWEIHS extorted cash, restaurant ovens and other items of merchandise from [redacted] under threat of physical harm. [redacted] including check stubs, business check ledger, and cancelled checks, made available through Chicago Strike Force. Facts of this case discussed with Strike Force Attorney, JAMES D. HENDERSON, United States Attorney's (USA's) Office, Chicago, Illinois, and results set forth. Background of subject's business interests and associates set forth, including attempts to locate [redacted] EXTREME CAUTION SHOULD BE EXERCISED IN ANY CONTACT WITH FRANK SCHWEIHS IN VIEW OF HIS PROPENSITY FOR VIOLENCE. CAUTION SHOULD BE EXERCISED IN USE OF ANY INFORMATION CONCERNING THIS CASE SINCE [redacted]

- P -

DETAILS:

CG 166-2391

[redacted] Chicago, Illinois, including check stubs, a business check ledger and cancelled checks for the period February, 1972 through August, 1972, was made available through the Chicago Strike Force by Strike Force Attorney, JAMES D. HENDERSON, United States Attorney's Office (USA's Office), Chicago, Illinois.

On [redacted] the facts of this case relating to the activities of FRANK SCHWEIHS in extorting money and restaurant ovens from [redacted] was discussed with Strike Force Attorney JAMES D. HENDERSON, USA's Office. HENDERSON recommended that suitable arrangements be made for another [redacted] HENDERSON advised that it is imperative to display the aforementioned business records to [redacted] for the purpose of obtaining additional corroborating evidence to substantiate [redacted] claim that he, [redacted] FRANK SCHWEIHS. HENDERSON noted their appears to be very little proof in the way of corroborating witnesses and/or evidence to substantiate [redacted] testimony.

In addition, HENDERSON requested that attempts be made to locate [redacted] subject and [redacted] HENDERSON said it is anticipated that [redacted] and possibly [redacted] will be subpoenaed before a Federal Grand Jury (FGJ) at Chicago, in order to answer questions concerning alleged extortion on the part of FRANK SCHWEIHS. HENDERSON also said he desired to be present [redacted]

With regard to the subject's business interests and associates, previous investigation disclosed that FRANK SCHWEIHS formerly operated the Meat Block Restaurant, 1321 North Wells, Chicago, Illinois, as a "hidden owner" and when the subject attempted to expand the business into a more elaborate restaurant at 1311 North Wells, Chicago, the subterfuge unit of the Chicago Police Department (CPD) conducted an investigation which ultimately resulted in the denial of a liquor license for the restaurant and the complete disruption of the subject's business. The Meat Block Restaurant was

[redacted] lone [redacted] who reportedly [redacted] [redacted] on behalf of FRANK SCHWEIHS. Upon denial of the liquor license, SCHWEIHS was unable to sell or lease the new building at 1311 North Wells, Chicago with considerable loss in revenue. In addition, SCHWEIHS was forced to remodel the building at 1321 North Wells Street, Chicago, which was destroyed by fire under very suspicious circumstances following the liquor license denial. SCHWEIHS subsequently opened a business known as the Old Town Cycle Shop and the subject's daughter was believed to handle the day-to-day operation of the Cycle Business. The business was primarily involved in the sale of expensive imported Italian bicycles.

Recent observation conducted during the period of September 30 through October 24, 1975 in the immediate vicinity of the aforementioned location, disclose that the Old Town Cycle Shop has apparently gone out of business and the subject is attempting to sell the buildings located at both 1311 and 1312 North Wells Street. Observations disclose the presence of a sign with inscription "For Sale-2 buildings, by appointment only call CE 6-4722". A check of public source records disclose that the above telephone number is subscribed to by one [redacted]

[redacted] Illinois [redacted] is a Chicago attorney who represented hoodlums in the past and was hired by SCHWEIHS when the subject was attempting to retain the liquor license for the Meat Block Restaurant.

In regard to [redacted] on November 3, 1975. [redacted]

Chicago, Illinois

advised SA [redacted] he recently learned that

[redacted] and possibly involved in [redacted] as an "independent jobber".

[redacted] said [redacted] has reportedly been involved in this type of work since the Meat Block Restaurant closed.

[redacted] said [redacted] father is one [redacted]

[redacted] Illinois, telephone [redacted] said he heard that on occasion [redacted] stays at his father's residence.

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In regard to the above information, it is to be noted that recent observations on October 24, 1975, at [redacted] disclose the presence of an Allied Van Lines tractor-trailer bearing 1975 Illinois license PR 7482. The truck carried trailer number AVL64158 and tractor number AVL35246.

On November 3, 1975, investigation at Allied Van Lines, 2120 South 25th Avenue, Broadview, Illinois, disclosed that the above truck is operated by an agent of Allied Van Lines, namely Joyce Brothers Moving, 6428 North Clark Street, telephone [redacted] [redacted] is listed as [redacted] Illinois. In addition, the records listed one [redacted] Illinois, telephone [redacted] as an individual to be contacted in case of an emergency with regard to [redacted]

FEDERAL BUREAU OF INVESTIGATION

REPORTING OFFICE CHICAGO	OFFICE OF ORIGIN CHICAGO	DATE 3/5/76	INVESTIGATIVE PERIOD 1/2/76 - 3/2/76
TITLE OF CASE FRANK SCHWEIHS		REPORT SA [redacted]	TYPED BY SJP
CHARACTER OF CASE ITAR - EXTORTION; AR - HOBBS ACT			

REFERENCE: Chicago report of SA [redacted] dated 11/20/75.

-P-

D.J

LEADSCHICAGO

AT CHICAGO, ILLINOIS. 1. Will maintain contact with Strike Force Attorney JAMES D. HENDERSON, USA's Office, Chicago, Illinois, concerning prosecutive action in this case, including a possible FGJ appearance of [redacted]

ACCOMPLISHMENTS CLAIMED					<input checked="" type="checkbox"/> NONE	ACQUIT-TALS	CASE HAS BEEN:
CONVIC.	AUTO.	FUG.	FINES	SAVINGS	RECOVERIES		PENDING OVER ONE YEAR <input checked="" type="checkbox"/> YES <input type="checkbox"/> NO
							PENDING PROSECUTION OVER SIX MONTHS <input type="checkbox"/> YES <input checked="" type="checkbox"/> NO

APPROVED <i>Richard G. Held/1</i>	SPECIAL AGENT IN CHARGE	DO NOT WRITE IN SPACES BELOW	
COPIES MADE:	③ Bureau (166-6692) 1- USA, Chicago 1- Attorney-in-Charge, Chicago Field Office [redacted] 2- Chicago (166-2391)		
		166-6692-1D	REC-49
		EX-101	
		21 MAR 11 1976	

Dissemination Record of Attached Report		Notations
Agency	CC, AAG, Criminal	<i>DATA PROC</i>
Request Recd.	Division, Organized Crime	<i>DATA PROC</i>
Date Fwd.	& Racketeering Section	<i>DATA PROC</i>
How Fwd.	Room 2710	<i>DATA PROC</i>
By	3/19/76	
01 MAR 22 1976		

CG 166-2391

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2. Will attempt to locate and interview

Inc., in an effort to corroborate [redacted] testimony.

ADMINISTRATIVE

The investigative period has been extended, however, this case has been maintained in a current status through active investigation in the Chicago Division.

On 1/2/76 [redacted] SA [redacted]

[redacted] advised that [redacted]

warehouse, can be located at [redacted] Illinois. [redacted] recommended that caution and discretion be exercised in any contact with [redacted] in view of [redacted] association and loyalty with members of the hoodlum element in the past.

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UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATIONb6
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Copy to: 1- USA, Chicago
1- AIC, Chicago Field Office [redacted]

Report of: SA [redacted]

Date: 3/5/76 Office: Chicago

Field Office File #: 166-2391 Bureau File #: 166-6692

Title: FRANK SCHWEIHS

Character: INTERSTATE TRANSPORTATION IN AID OF RACKETEERING -
EXTORTION; ANTI-RACKETEERING-HOBBS ACT

Synopsis: On 1/28/76 [redacted] interviewed concerning
alleged threats against [redacted] by the subject
and results set forth. Facts of this case discussed
with Strike Force Attorney JAMES D. HENDERSON, USA's
Office, Chicago, Illinois, and results set forth.
EXTREME CAUTION SHOULD BE EXERCISED IN ANY CONTACT
WITH FRANK SCHWEIHS IN VIEW OF HIS PROPENSITY FOR
VIOLENCE. CAUTION SHOULD BE EXERCISED IN THE USE
OF ANY INFORMATION CONCERNING THIS CASE SINCE
[redacted]

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DETAILS:

FEDERAL BUREAU OF INVESTIGATION

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b7DDate of transcription 2/9/76

[Redacted]
was interviewed in the presence of Strike Force Attorney JAMES D. HENDERSON, and furnished the following information:

On November 5, 1969, [Redacted] became a [Redacted]

[Redacted]
The purpose for [Redacted]
develop information which would be useful from a prosecutive standpoint.

[Redacted] and in addition to himself, [Redacted] identified the following individuals as [Redacted]

Interviewed on 1/28/76 at Chicago, Illinois File # CG 166-2391
SAs [Redacted] JTY/sjp Date dictated 2/3/76
by [Redacted]

This document contains neither recommendations nor conclusions of the FBI. It is the property of the FBI and is loaned to your agency; it and its contents are not to be distributed outside your agency.

[redacted]
[redacted]
In addition to the above employees, [redacted] identified [redacted] as an individual who occupied office space at the warehouse. [redacted]

[redacted]
[redacted] JOHN SPILOTRO [redacted]
[redacted] MICHAEL
SPILOTRO and FRANK SCHWEIHS, [redacted] among others.

Regarding FRANK SCHWEIHS, [redacted] SCHWEIHS on at least 11 occasions according to his records at the GMI warehouse. [redacted]

[redacted] FRANK SCHWEIHS:

On March 7, 1972, [redacted] first saw FRANK SCHWEIHS when he came to GMI with [redacted]

[redacted] On this particular date, SCHWEIHS beat up [redacted] the GMI warehouse. SCHWEIHS allegedly accused [redacted] of stealing from the warehouse. This particular incident was related to [redacted] by [redacted] at the warehouse. [redacted] told [redacted] beaten up by kicks in the face and groin by FRANK SCHWEIHS. On the following day, March 8, 1972, [redacted] told [redacted] that FRANK SCHWEIHS was a very rough character.

On March 24, 1972, FRANK SCHWEIHS came to the GMI warehouse in the company of an associate named [redacted]
[redacted] SCHWEIHS and [redacted] met with [redacted] and had some type of a conversation relating to [redacted]

On May 4, 1972, FRANK SCHWEIHS arrived at the GMI warehouse. [redacted] called [redacted] into his office in SCHWEIHS' presence and handed [redacted] PHIL ALDERISIO's phone bills and property tax bills. These bills had previously [redacted] at the direction of [redacted] to [redacted] the week before [redacted] directed [redacted] to pay [redacted]

the bills in the presence of SCHWEIHS. [redacted] was obviously quite nervous and afraid of SCHWEIHS since he was being ordered by SCHWEIHS to pay the bills. [redacted] recalled [redacted] at the time. After SCHWEIHS left, [redacted] instructed [redacted] not to pay the bills until he, [redacted] so advised. Following SCHWEIHS' departure, [redacted] had a conversation with [redacted] in which [redacted] stated that SCHWEIHS was a very mean individual and that he had on one occasion shot a girlfriend in the head.

On May 12, 1972, FRANK SCHWEIHS came to the GMI warehouse along with [redacted] and met with [redacted] all of whom were present at the time. [redacted] related to [redacted] that these men were apparently planning to control him as PHIL ALDERISIO did in the past. [redacted] related that [redacted] was now going to be on her own financially according to orders given him by the individuals present at the meeting. [redacted] recalled [redacted] was physically distressed by this meeting, and it was apparent to [redacted] that [redacted] was being financially milked by these individuals. [redacted] recalled following the meeting, [redacted] left the warehouse and appeared to be in an extremely distressed state of mind.

On July 10, 1972, SCHWEIHS telephonically contacted [redacted] at the GMI warehouse and had a conversation with him, however, [redacted] did not know the nature of this conversation.

On July 20, 1972, [redacted] told [redacted] that SCHWEIHS had been "hounding" him lately and demanded money from him. Apparently, SCHWEIHS was planning on operating a dirty movie house and wanted [redacted] to subsidize his business venture. According to [redacted] SCHWEIHS was imposing upon [redacted] was unwilling to come up with the money.

On July 24, 1972, SCHWEIHS arrived at the GMI warehouse. [redacted] recalled that while SCHWEIHS was at the warehouse, [redacted] called in on the telephone and SCHWEIHS

immediately upon learning this, ran over and picked up the telephone. [redacted] related [redacted] would always attempt to avoid contact with SCHWEIHS because he, [redacted] was afraid of him.

On August 15, 1972, FRANK SCHWEIHS called the GMI warehouse and spoke with [redacted]. On the same date [redacted] requested that [redacted] type out a check to the Belmont National Bank for \$10,000.00, and that [redacted] mark the check stub. "For \$10,000.00 note of [redacted]" [redacted] that he did not intend to negotiate the check, but that he was preparing it only to show it to SCHWEIHS. According to [redacted] this was done as a result of an earlier demand by SCHWEIHS upon [redacted] or else". [redacted] indicated [redacted] was extremely upset by this demand and told him that he did not know what to do since he had no money.

On August 24, 1972, [redacted] related to [redacted] that he [redacted] with SCHWEIHS and SCHWEIHS was forcing him to raise JOHN SPILOTRO's salary immediately to \$300.00 per week.

On August 28, 1972, [redacted] told [redacted] two checks payable to [redacted] each for \$3,750.00. The checks were dated August 30, 1972, and August 31, 1972, and both were prepared as a result of SCHWEIHS' demands upon [redacted]. On August 10, 1972, [redacted] discovered that [redacted] had negotiated the two checks at the Jefferson State Bank.

On December 29, 1972, a quantity of stainless steel restaurant equipment, including ovens and broilers, were delivered to the GMI warehouse. The ovens and equipment were shipped from the Vulcan Restaurant Equipment Company, located on the East Coast, and were to be for the benefit of the American Indian Center in Chicago, [redacted]

On January 5, 1973, FRANK SCHWEIHS and an individual known as [redacted] arrived at the GMI warehouse and looked over the restaurant equipment. According to [redacted] SCHWEIHS had a conversation with [redacted] concerning the ovens and apparently wanted some of the ovens for his restaurant, known as the Meat Block Steak House.

On January 8, 1973, SCHWEIHS and [redacted] came to the GMI warehouse and again looked over the restaurant equipment. Later that day, SCHWEIHS called the warehouse and spoke with JOHN SPILOTRO about the equipment.

On January 22, 1973 [redacted] returned to the GMI warehouse after making a trip to the bank. Upon his return, [redacted] observed FRANK SCHWEIHS in conversation with [redacted]. Later that day, [redacted] told [redacted] that FRANK SCHWEIHS was looking for some money.

On March 20, 1973, SCHWEIHS came to the GMI warehouse with two unknown white males. [redacted] departed with all of these individuals.

On April 9, 1973, SCHWEIHS came to the GMI warehouse and after speaking with [redacted] departed in the company of JOHN SPILOTRO.

On May 11, 1973, and June 20, 1973, SCHWEIHS was in contact with [redacted] and had a conversation with [redacted]. However, [redacted] did not know the nature of the conversation.

On June 28, 1973 [redacted] told [redacted] that he, [redacted] had asked [redacted] to keep SCHWEIHS off his back. On the following day, June 29, 1973, [redacted] recalled SCHWEIHS stopped at the GMI warehouse and spoke with [redacted] and JOHN SPILOTRO.

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Based on the period of time in which he

[redacted] [redacted]
deathly afraid of FRANK SCHWEIHS and on a number of occasions, was visibly shaken and upset by SCHWEIHS' demands upon him.

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[redacted] In addition, it was obvious to [redacted] that [redacted] was being used and manipulated by SCHWEIHS and feared physical retribution from SCHWEIHS.

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On February 18, 1976, and March 2, 1976, the facts of this case relating to the activities of FRANK SCHWEIHS in extorting money and restaurant ovens from

[redacted] were discussed with Strike Force Attorney JAMES D. HENDERSON, United States Attorney's Office, Chicago. HENDERSON said it is anticipated that

[redacted] subject, will be subpoenaed before a Federal Grand Jury at Chicago in order to answer questions concerning the alleged extortion on the part of FRANK SCHWEIHS. HENDERSON said the possibility existed that [redacted] might perjure himself before the Federal Grand Jury. In addition, HENDERSON requested that attempts be made to interview [redacted] at Gaylur Mercantile, Incorporated. HENDERSON noted there appears to be very little proof in the way of corroborating witnesses and/or evidence to substantiate [redacted] testimony.

[redacted]

FEDERAL BUREAU OF INVESTIGATION

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REPORTING OFFICE CHICAGO	OFFICE OF ORIGIN CHICAGO	DATE 6/30/76	INVESTIGATIVE PERIOD 4/27/76 - 6/29/76
TITLE OF CASE FRANK SCHWEIHS		REPORT MADE BY SA [redacted]	TYPED BY jak
		CHARACTER OF CASE ITAR - EXTORTION; AR - HOBBS ACT	

REFERENCE: Chicago report of SA [redacted]

dated 3/5/76.

- C -

ADMINISTRATIVE

The investigative period has been extended, however, this case has been maintained in a current status through active investigation by the Chicago Division.

ACCOMPLISHMENTS CLAIMED					<input checked="" type="checkbox"/> NONE	ACQUIT-TALS	CASE HAS BEEN:
CONVIC.	PRETRIAL DIVERSION	FUG.	FINES	SAVINGS	RECOVERIES		PENDING OVER ONE YEAR: <input checked="" type="checkbox"/> YES <input type="checkbox"/> NO
							PENDING PROSECUTION OVER SIX MONTHS: <input type="checkbox"/> YES <input checked="" type="checkbox"/> NO

APPROVED *Richard L. Kelly* SPECIAL AGENT IN CHARGE

DO NOT WRITE IN SPACES BELOW

COPIES MADE:

3 - Bureau
1 - USA, Chicago
1 - AIC, Chicago Field Office
1 - Chicago (GE66-2391) [redacted] REB 106

166-6692-11	REG-83
21 JUL 8 1976	ST 106

Notations

Dissemination Record of Attached Report	
Agency	CC, AAG, Criminal
Request Recd.	Division, Organized Crime
Date Fwd.	& Racketeering Section
How Fwd.	Room 2742
By	

UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATIONb6
b7C
b7DCopy to: 1 - USA, Chicago
1 - AIC, Chicago Field Office [redacted]Report of: SA [redacted] Office: CHICAGO
Date: 6/30/76

Field Office File #: 166-2391 Bureau File #:

Title: FRANK SCHWEIHS

Character: INTERSTATE TRANSPORTATION IN AID OF RACKETEERING - EXTORTION;
ANTI-RACKETEERING - HOBBS ACTSynopsis: On 4/19/76, FRANK SCHWEIHS [redacted] Subject's current business interests set forth. Strike
Force Attorney, JAMES D. HENDERSON, USA's Office, Strike Force,
Chicago, Illinois, declines prosecution and details set forth.
EXTREME CAUTION SHOULD BE EXERCISED IN ANY CONTACT WITH FRANK
SCHWEIHS IN VIEW OF HIS PROPENSITY FOR VIOLENCE. CAUTION SHOULD
BE EXERCISED IN THE USE OF ANY INFORMATION CONCERNING THIS CASE
[redacted]

- C -

DETAILS:

CG 166-2391

JTY/jak

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On April 27, 1976, information was received by the Chicago Division to the effect that FRANK SCHWEIHS [REDACTED]

According to the information, SCHWEIHS was reportedly married at Chicago, Illinois, during April, 1976.

On May 6, 1976, a review of the records of the Bureau of Vital Statistics of Cook County, 130 North Wells Street, Chicago, Illinois, disclosed under certificate number 610937 that FRANK SCHWEIHS [REDACTED] to [REDACTED] on April 19, 1976, before Judge ERWIN T. MARTAY, 5445 North Sheridan Road, Chicago, Illinois.

The following information was available in the records concerning FRANK SCHWEIHS [REDACTED]

Groom

FRANK J. SCHWEIHS

1321 North Wells, Chicago, Ill.

44

February 7, 1932

Chicago, Illinois

F. SCHWEIHS

Chicago

ROACH

Age

Date of birth

Place of birth

Father

Place of birth

Mother

Place of birth

Groom	FRANK J. SCHWEIHS
Age	1321 North Wells, Chicago, Ill.
Date of birth	44
Place of birth	February 7, 1932
Father	Chicago, Illinois
Place of birth	F. SCHWEIHS
Mother	Chicago
Place of birth	ROACH

As previously reported, FRANK SCHWEIHS formerly operated the Meat Block Restaurant, 1321 North Avenue, Chicago, Illinois, as a "hidden" owner and was later denied a liquor license on the grounds the business was operated as a subterfuge. SCHWEIHS subsequently opened a business known as the Old Town Cycle Shop at the same location. This business was primarily involved in the sale of expensive imported Italian bicycles and accessories.

Recent observation conducted in the immediate vicinity of the aforementioned location, disclose that the Old Town Cycle Shop has apparently gone out of business and the subject is attempting to sell the buildings located at both 1311 and 1312 North Wells Street. Observations disclose the presence of a sign with inscription "For Sale-2 buildings by appointment only, call CG 6-4722". A check of public source records disclose that the above telephone number is [redacted]

[redacted] Illinois. [redacted] who represented hoodlums in the past and was hired by SCHWEIHS when the subject was attempting to retain the liquor license for the Meat Block Restaurant.

On May 20, 1976, and June 29, 1976, the facts of this case relating to the activities of FRANK SCHWEIHS [redacted] alledging in extorting money and restaurant ovens from [redacted] were discussed in detail with Strike Force Attorney JAMES D. HENDERSON, United States Attorney's Office, Strike Force Unit, Chicago, Illinois.

HENDERSON stated, after a careful review of the facts and evidence of this case, there appears to be very little proof in the way of corroborating witnesses and/or evidence to substantiate [redacted] testimony. HENDERSON noted [redacted] was unable to identify his own cancelled checks, which would substantiate [redacted] claim that he paid money to FRANK SCHWEIHS. HENDERSON advised on an earlier occasion, he had requested that an attempt be made to interview [redacted] at [redacted] company, however, after further consideration, HENDERSON recommended that no attempt be made to interview [redacted] in view of the fact [redacted] has previously proven to be an adverse witness.

HENDERSON stated in his opinion, there appears to be no proveable violations of the Interstate Transportation in Aid of Racketeering Statute and/or Hobbs Act Statute and recommended no further investigation be conducted by the Federal Bureau of Investigation (FBI) in this matter.

FEDERAL BUREAU OF INVESTIGATION
FOIPA
DELETED PAGE INFORMATION SHEET

No Duplication Fees are charged for Deleted Page Information Sheet(s).

Total Deleted Page(s) ~ 13

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